

America's

FUTURE

A Weekly Review of News, Books and Public Affairs

Volume 3

June 16, 1981

Number 24

Helping Reds in Trouble	1
Very Live Horse	2
Would-Be Wreckers	4
Pocketbooks and Freedom	5
You Can Stop Communism	6
Supermarket, USSR	7
Book Review	

HELPING REDS IN TROUBLE

Did President Kennedy's recent trip to the summit with Boss Khrushchev give the Soviet leader a much-needed boost among his own people? We mentioned such a possibility prior to this widely publicized meeting. Since then, a whole rash of stories has been seeping out of the Soviet Union itself on the sort of conditions that Khrushchev faces on his own home grounds.

Not long ago the communist rulers of Russia suddenly instituted prison terms of up

to three years for any official who did not tell the truth about his production quotas. Another ukase ordered the death penalty for big embezzlers, and forced labor camps for anyone involved in black market dealings. Does this mean that lying, cheating, embezzling and attempts to make a dishonest buck are rampant in the workers' paradise? It most certainly does, and the Red bosses are very much worried about it.

The death penalty for embezzlers stems from the recent

exposure in the Soviet Union of a big smuggling ring. It carried on a large business in gold, platinum and foreign currencies. Soviet officials, which means members of the ruling Communist Party, were involved in this profitable enterprise, together with Soviet airplane pilots. Forced labor in exile is for the lesser profiteers who prefer to make a living buying and selling goods for a profit instead of working in a factory or on a farm for the great Soviet State

You can judge the reliability of communist production figures by the fact that the three-year jail terms are for Soviet officials who have been sending false figures to Moscow about their high production rates.

VERY LIVE HORSE

During the past two weeks we told you about a famous hidden report made 10 years ago by a group of American economists. It outlined a plan for the new West German government which would have set that country off on a chaotic ride to a socialist planned economy - the kind of system which had wrecked Germany before Hitler came to

Russia, one of the greatest agricultural countries in the world, under its communist system still cannot feed its people decently. It is reported that the death penalty has been extended even to peasants on the farms. For what? To stop widespread and serious stealing of food.

So while Mr. Kennedy came down from the summit with not much more than a new acquaintance - and one many people believe he could have done without - Khrushchev once again was the propaganda winner. He can return to his grumbling people and say: See how I can bring the great and powerful American President to confer with me!

When, oh when, will America's leaders stop building up Red prestige and morale?

power. The West Germans ignored the plans of these American professors, and turned to the free-enterprise system - the system which raised devastated West Germany in 15 short years into the strongest and most prosperous nation in Europe today.

Laying so much stress on this old report may seem like beating a dead horse. But

America's

FUTURE

Published every week by America's Future, Inc., 542 Main Street, New Rochelle, New York. A non-profit, educational organization.

R. K. Scott Publisher
 Rosalie M. Gordon Editor
 John T. Flynn Editorial Consultant
 John C. Wetzel Business Manager

Subscription Price: \$5 per year, \$12 for three years. Ten week trial subscription \$1. Additional copies of specific issues: 1 copy for 15¢; 10 copies for \$1; 50 for \$4; 100 for \$6; 1,000 for \$30 — each price for bulk mailing to one person.

Second class mail privileges authorized at New Rochelle, New York.

unfortunately, the horse is very much alive and is getting ready to kick America in the teeth if we don't watch out.

The chairman of the American commission which tried to turn West Germany from free enterprise and toward a government-run collectivist system was Dr. Alvin H. Hansen. Dr. Hansen was for many years a professor at Harvard University. His economic theories are based in large part on those of the British Socialist John Maynard Keynes. These theories can be very deceptive, because those who follow them do not admit that they are socialist or collectivist. They always put forth their proposals as a means of

saving the capitalist free-enterprise system. But in actual practice, as the West German leaders knew from past experience, these theories are guaranteed to kill the system they are supposed to save, and to set up in its place a pale imitation of the kind of system we see in operation in Red Russia.

Another member of this commission was Prof. Richard A. Musgrave, now of Johns Hopkins University. A third member was Dr. Walter W. Heller. Dr. Heller has been trying to squirm out of responsibility for this report, which official Washington is doing its best to keep hidden, by saying he served with the commission for only a month. But Roger Stuart of the New York *World-Telegram* revealed that Dr. Heller spent a lot more time in Germany advising United States officials there. And there is plenty of evidence that Dr. Heller's economic theories jibe almost exactly with those in the report.

The extremely important fact for Americans is that Dr. Heller now heads President Kennedy's Council of Economic Advisers. In this position, he is one of the most influential men in Wash-

ington so far as our future fiscal and economic policy is concerned. The other two members of the President's Council of Economic Advisers were taught economics by that same Dr. Hansen who headed the commission which wanted to turn West Germany away from capitalism. Still another pupil of Dr. Hansen's is Prof. Paul A. Samuelson. He,

too, advises Mr. Kennedy on economic matters. In fact, Dr. Samuelson recommended Dr. Heller to the President to head his Economic Advisory Council. Not only that, but on May 24th, 1961, both Dr. Hansen and Prof. Musgrave - his partner in the West German report - were appointed consultants to the United States Treasury Department!

WOULD-BE WRECKERS

What do these men have in mind for America? It can be put briefly in the old Roosevelt New-Deal phrase: Spend and spend, borrow and borrow, tax and tax - and with good reason. This is not the first time that Dr. Hansen and his disciples have shown up in Washington. They were there in the late 'thirties, giving FDR the same advice they took to West Germany in the early 'fifties. FDR took the advice - and then World War II fell into his lap so that he could borrow and spend and tax without hindrance.

Now once again these advocates of a government-planned and directed society - as opposed to the free capitalist system - are pushing their blueprint for chaos. In order to know what it is made up

of, all you need do is to read carefully President Kennedy's pronouncements on our economic future. Stripped of their flowery language and their pretension that they are meant to save the system which made us great and prosperous, they boil down to more and more government spending on everything under, and on, the sun and moon; more and more taxes; greater and always expanding handouts at home and abroad; continuing and mounting government deficits with resulting inflation and disregard for the soundness of the dollar. Along with this, as in the old New Deal days, goes a constant and growing war by the government on private industry. The object is to make the most important economic

component of the free society - the private industrial system - the villain of the piece. This is necessary so that when the government-planned spending, deficits, taxes and inflation finally weaken almost unto death the private sector of the economy, the government bureaucrats can step in without too much opposition and run it as they wish. And it is at that point that you will lose both your freedom and your abundance. The truth is, as all history

shows, that the socialist planned economy of these starry-eyed professors and their political dupes will not work in a democratic society. It always winds up, as it did in Italy and Germany, in a Mussolini or a Hitler - or, in its ultimate and final form, in a Lenin, Stalin or Khrushchev. It remains to be seen whether the American people will have the same intestinal fortitude to withstand these would-be wreckers as did the West Germans.

Foregoing items covered in Mutual network broadcast 6/11/61

Book Review **POCKETBOOKS AND FREEDOM**

AN INFLATION PRIMER by Melchior Palyi, 150 pages, Regnery, Chicago, \$4.00.

People know that prices of the things they buy are too high and that they always seem to get higher; never lower. They know taxes are too high and that these too always go up; never down. They watch an ever-increasing public debt hanging over their heads, and the heads of their children and grandchildren. They see the savings which they put aside 10 or 15 or 20 years ago now worth less than half their original

value. They hear about the drain on American gold reserves, and even if they do not quite understand what it means, it troubles them. Above everything else, they wonder what has happened to the American dollar - why, as they have more and more of them, they buy less and less.

All this can be explained in one word - *inflation*. But that hardly satisfies the curious and the troubled, especially as we are assailed on all sides by a new-old siren song. It comes from the New Frontiersmen and the Old

New Dealers (in some cases they are the same) to the effect that public debt doesn't mean anything; that a little inflation is good for us; that taxes can go up so long as something called GNP (gross national product) goes up, and so on and so forth.

Dr. Melchior Palyi, who predicted the current 'dollar crisis' as long ago as 1950, was the economist of one of Germany's leading banks before Hitler's rise to power. He saw the terrible German inflation of 1923. Since his residence in the United States for the past 25 years he has earned an international and well-deserved reputation. Contrary to most practitioners in his chosen field, he does not indulge in economic gobbledegook. He writes about these intricate subjects in such a manner that no American of average intelligence can fail to understand the full meaning of the cost of living, national debt, the gold reserve and the relation

of all three to inflation.

Inflation affects our pocketbooks so we are all concerned about it. But there is something else about inflation which Dr. Palyi understands and explains with irrefutable clarity. As he puts it 'a planned economy cannot operate without inflation.' And no matter how the modern 'liberal' economists try to cover it up, the fact remains that it all comes down to a *'choice between a free, competitive-market economy and a statist or collectivist system run by political fiat.'*

Dr. Palyi has written an excellent little book for those worried not merely about their pocketbooks, but also about their country and the freedom for which it stands - because 'Currency manipulation is not only a characteristic of every collectivist society; it is the safest and surest way to collectivize every society.'

- Rosalie Gordon

YOU CAN STOP COMMUNISM

Is there anything YOU - the individual American - can do against the insidious inroads made by the communist conspiracy in American institutions and way of life - in government, press, TV, radio, publishing, schools, everywhere that opinion and decision can be affected?

Yes, there is. But you must be careful always to act sanely and wisely. You must be thoroughly informed about what you do. You must not go off half-cocked. You are up against a clever, resourceful and merciless enemy - and he depends on your being poorly informed or ignorant of his objectives.

America's Future, Inc., as part of our educational program, has long felt the need for a simple, brief, inexpensive but comprehensive guide for the individual American who knows he must do something to save America from its internal enemies. We believe we have found it in a little pamphlet called **YOU CAN STOP COMMUNISM**. It is written by an eminent authority on the subject - Anthony T. Bouscaren, professor of Political Science at LeMoyne College. Dr. Bouscaren gives you the requirements for action against communism, tells you how to identify Reds and Red-fronts, lists the major pro-Red arguments and tells you specifically how to answer each one.

The purpose of **YOU CAN STOP COMMUNISM** is to relieve you of that helpless feeling which makes you say: 'I'm only one little guy, or gal - what can I do all by myself?'

Subscribers to *America's Future* may have one free copy of **YOU CAN STOP COMMUNISM** on request. Regular price: \$.25 per copy, five copies for \$1.00. Write to *America's Future, Inc.*, 542 Main Street, New Rochelle, N. Y.

SUPERMARKET, USSR

"Pushcarts wouldn't be needed here, anyway. For Russian groceries are put up in small packages, in the main, and the

AMERICA'S FUTURE, INC., 542 Main St., New Rochelle, N.Y.

I understand you fill orders for books at regular list price, postage paid. Please mail me _____ copies of the book noted below.

My check for \$ _____ is enclosed ☐ Please bill me ☐.

Book I want is _____

NAME _____

Address _____ Date _____

Soviet housewife seldom buys more than half a dozen items on a single trip. Moreover, there is no vegetable or fruit department in the Russian supermarket, so there are no ten-pound sacks of potatoes or watermelons to carry...In one way, at least, this Russian supermarket is definitely superior; its check line moves faster than any ever seen in the United States. The reason, of course, is that nobody has more than a handful of items to be totaled up and paid for."

- *Howard Norton in his book ONLY IN RUSSIA*

AMERICA'S FUTURE, INC.
542 Main St., New Rochelle, N. Y.

